

For the tax reporting year 2016, there are very few changes with the Consolidated 1099 Tax Statement.

Cost Basis

The Cost Basis Regulations have been gradually implemented year after year since 2011, and this year is no different. The 2016 reporting year will bring the implementation of Cost Basis Reporting for Complex Debt.

- A debt instrument that provides for more than one rate of stated interest (for example, a debt instrument with stepped interest rates)
- A convertible debt instrument (that is, one that permits the holder to convert it into stock of the issuer)
- A stripped bond or coupon
- A debt instrument that requires payment of either interest or principal in a currency other than the U.S. dollar
- A debt instrument that entitles the holder to a tax credit (or credits)
- A debt instrument that provides for a payment-in-kind feature
- A debt instrument issued by a non-U.S. issuer
- A debt instrument for which the terms of the instrument aren't reasonably available to the broker within 90 days of the date the debt instrument was acquired by the customer
- A debt instrument issued as part of an investment unit (for example, a debt instrument issued with an option, security, or other property)
- A debt instrument evidenced by a physical certificate unless such certificate is held (whether directly or through a nominee, agent, or subsidiary) by a securities depository or by a clearing organization described in Treas. Reg. § 1.1471-1(b)(18)
- A contingent-payment debt instrument
- A variable-rate debt instrument
- An inflation-indexed debt instrument (for example, a Treasury Inflation-Protected Security)
- Any other debt instrument not described above

The 2016 tax reporting year-end is the last phase of the implementation of the cost basis regulations. The following are currently not covered by the cost basis regulations.

- Short-term obligations
- Any regular interest in a Real Estate Mortgage Investment Conduit (REMIC)
- Collateralized Debt Obligation (CDO)
- Collateralized Mortgage Obligation (CMO)
- Debt instruments whose payment can be accelerated by prepayments of other obligations securing the debt instrument
- Any pool of debt instruments for which yields can be affected by prepayments

E-Delivery of Tax Forms

Enrolling in E-Delivery of Tax Forms will allow faster access to this time-sensitive information. Stifel will notify you via e-mail as soon as forms are available online. There will no longer be any delays in receiving the information due to the mail. In order to sign up to receive your tax forms electronically, you must register for Stifel Access and elect to receive Tax forms electronically under the eDocuments tab located in the tool bar. Please contact your Financial Advisor or Stifel's Tax Reporting Department at (800) 401-0088 for assistance.

Please see the E-Delivery tab for additional information.

1099 Preliminary Statement

We understand that some clients may want to view the information Stifel hasn't finalized as of the February due date. Therefore, Stifel has created a 1099 Preliminary Statement. Clients can view their Preliminary Statement by logging into Stifel Access and signing up for e-delivery of Tax Documents. This Preliminary Statement is only available electronically and can be viewed within 24 hours of electing E-Delivery of Tax Forms.